

## Statement of Financial Condition

## Service Commitment

ASSETS	12/31/22	12/31/21
Cash	80,334,665	107,048,306
Investments	46,756,178	64,179,757
Consumer Loans	96,813,932	68,548,704
Real Estate Loans	79,917,217	71,494,407
Member Business Loans	61,098,168	60,243,645
Allowance for Loan Loss	(1,683,748)	(1,346,649)
Buildings & Land	4,120,696	4,167,710
Furniture & Equipment	1,065,999	1,095,490
NCUA Insurance Deposit	3,180,167	2,944,588
Other Assets	1,112,218	1,055,373
Prepaid Expenses	352,114	338,400
<b>TOTAL ASSETS</b>	<b>\$373,068,056</b>	<b>\$379,769,731</b>
LIABILITIES		
Shares & Share Drafts	300,379,601	299,995,622
Certificates	32,808,260	38,037,290
Other Liabilities	2,693,875	4,006,022
<b>TOTAL LIABILITIES</b>	<b>\$335,881,736</b>	<b>\$342,038,934</b>
CAPITAL		
Regular Reserves	219,274	219,274
Undivided Earnings	36,967,046	37,511,523
<b>TOTAL CAPITAL</b>	<b>\$37,186,320</b>	<b>\$37,730,797</b>
<b>TOTAL LIABILITIES &amp; CAPITAL</b>	<b>\$373,068,056</b>	<b>\$379,769,731</b>

TOTAL CAPITAL		TOTAL MEMBERS	
2022	\$37,186,320	2022	20,818
2021	\$37,730,797	2021	20,027
2020	\$33,474,088	2020	18,597
2019	\$31,392,914	2019	19,262
2018	\$27,119,302	2018	18,436
2017	\$24,373,444	2017	17,487
2016	\$21,344,710	2016	16,191

We offer our members a unique blend of warm and personal service and innovative products and services. We want to be your primary financial institution, so we always look for ways to say YES! to our members requests.

**MEMBER CONTACT CENTER 800-696-8830**

### PHONE BANKING

**Whatcom County:** 360-733-3000

**Skagit County:** 360-395-4000

**Toll Free:** 877-304-4728

### LOCATIONS

#### Bellingham - Dupont\*

1100 Dupont St.  
Bellingham, WA 98225

#### Bellingham - Northwest

3250 Northwest Ave.

#### Ferndale

5657 Riverside Dr.

\*Please send all mail to Bellingham-Dupont Branch.



#### Mount Vernon

1410 Riverside Dr.

#### Sedro-Woolley

108 N. Township

#### Anacortes

12543 Christianson Rd.

### SURCHARGE FREE ATM LOCATIONS

**Bellingham-Dupont** ▪ 1100 Dupont Street

**Bellingham-Northwest** ▪ 3250 Northwest Avenue

**Ferndale** ▪ 5657 Riverside Drive

**Sedro-Woolley** ▪ 108 N. Township Street

**Mount Vernon** ▪ 1410 Riverside Drive

**Whatcom County Courthouse** ▪ 311 Grand Avenue, Bellingham

**Many 7-Eleven and Costco Stores Nationwide**

**Any of the CO-OP Network's 30K Surcharge Free ATMs**

**Nationwide and in 10 countries ▪ [co-opnetwork.org](http://co-opnetwork.org)**



[northcoastcu.com](http://northcoastcu.com) | 800-696-8830

# Annual Report 2022



## President's Report



Marilyn Brink

**2022 was another year of growth for North Coast. While there may be some uncertainty in the market you can rest assured that your funds are safe and North Coast is strong.**

The recent bank failures were due in a large part to Silicon Valley Bank's focus on tech companies and startups and Signature Bank's significant investment in cryptocurrency. Our Credit Union does not participate in risky actions like those. At North Coast we provide loans for local businesses and individuals and we don't invest too heavily in any one area. We balance our loan portfolio equally in real estate, consumer loans, and commercial loans.

One of the many advantages of being a part of a local credit union like North Coast, is that we know our members and have very low delinquencies. In general, our members pay back their loans fully and on-time. In addition to our responsible lending approach and sound leadership, your funds are protected under our insurance with the NCUA (National Credit Union Administration).

North Coast is not going anywhere; we are healthy and thriving. Last year we welcomed approximately 800 new members and helped our members achieve their goals by funding a total of \$102,283,872 in loans, nearly a 33% increase, year over year! That includes \$26,893,629 in real estate loans and \$61,734,711 in consumer loans. These loans enabled individuals to buy new vehicles, fund vacations, complete home repairs and more. On the business side, North Coast funded \$13,655,533 in Member Business Loans. By the end of the year our total loan balance grew to \$237,829,317, nearly a 19% increase, year over year.

As we look toward the future, we see the biggest wealth transfer in U.S. history. Baby Boomers have become the wealthiest generation ever and it is expected that over \$30 trillion will be transferred to our heirs over the next couple of decades. This highlights how important planning is. Even if there isn't a great wealth to pass on, having a plan can clear up a lot of details that your family will need to know when the time comes.

I encourage you to start planning if you haven't. I understand talking about finances and end of life plans can be difficult for both parents and adult children. Having all of your information organized is one way to begin the conversation. We want to help. North Coast offers free boxes to hold your important documents as well as a packet to help you get started collecting pertinent information. You can pick them up at your neighborhood branch.

You can trust us to help you thrive at every life stage. North Coast is solid as a rock and I believe that we will be around for another 84 years!

### SENIOR MANAGEMENT

Marilyn Brink, President/Chief Executive Officer

Cliff Frydenberg, Senior Vice President/Chief Lending Officer

## Supervisory Committee Report



Kailin James

Your Supervisory Committee meets monthly to review the financial condition of your Credit Union. A Supervisory Committee member attends the monthly Board of Directors meeting and then reports back to our Supervisory Committee.

We create an aggressive Annual Audit Plan, so that each month we audit different areas of North Coast Credit Union. This provides an independent and valuable set of "checks and balances," and it also helps to ensure that the Credit Union is operating efficiently in a controlled manner.

One of our main responsibilities is to hire an outside auditor to perform the annual required audit of the credit union. In 2022, we contracted with CliftonLarsonAllen (CLA) for our Agreed Upon Procedures audit. The State Department of Financial Institutions (DFI) and National Credit Union Administration (NCUA) also audit the operations of the Credit Union on a regular basis. These audits help ensure that the Credit Union remains in compliance with the constant changes in policies and statutory regulations.

We are pleased with the professional working relationship we have with management and staff. We wish to thank them for their helpful cooperation in providing us with the access to data needed to perform our duties.

### SUPERVISORY COMMITTEE MEMBERS

Kailin James, Chair

Marta Huff, Vice Chair

David Rudy, Secretary

Sheryl Cartwright

Monique Ransom

Send questions or comments to:

NCCU Supervisory Committee

P.O. Box 582

Bellingham, WA 98227

## Board of Directors Report



Phil Serka

I would like to thank you for being part of North Coast Credit Union's success by your membership.

2022 was a good year for North Coast. The Credit Union had a productive year, exceeding all budgetary financial goals for the year. More members are discovering and participating in our online banking platform to accomplish their banking needs.

In the time of "big bank" volatility, North Coast continues to be a reliable, stable option for a member's banking needs. Others here will discuss the specifics related to the 2022 financial performance. I would like to emphasize a few characteristics where North Coast shines.

The Credit Union exists to serve its members and strives to listen to members' needs in order to provide the products and services that are relevant to them. This is further evidenced by the board's monthly review of every written comment or suggestion made by a member. There are very few financial institutions that go to that extent to listen to its members.

Lastly, North Coast is community-focused and is involved in the communities it serves. It is a financial institution with a social conscience. It is a participant or supporter of many of the local issues that are important to the communities it serves.

Because of your support and participation, North Coast continues to be an important financial institution in your lives and takes pleasure in this responsibility.

### BOARD OF DIRECTORS

Phil Serka, Chair

Jair Furnas, Vice Chair

Gerzon Marin, Secretary

Shelley Acero

Derek Barnes

Todd Lagestee

Rick Sucee

Randall Watts